FOLLOWUP STATISTICS FOR N.C. STATE AND LOCAL FISCAL MODERNIZATION STUDY COMMISSION (from Walden)

1. Top three North Carolina public charges, FY 2004:

public hospitals: \$3.4 billion universities: \$2.2 billion sewerage: \$1.1 billion

Source: Census of Governments, U.S. Census Bureau

2. North Carolina ranking on top public charges among six southeastern states, FY 2004:

public hospitals: 1.40% of income, ranked first

universities: 0.89% of income, ranked second (SC first)

sewerage: 0.44% of income, ranked first

Source: calculations from data in Census of Governments and U.S. Department of Commerce

3. NC public charges and fees as a percent of income have risen from 2% in 1977 to 3.7% in FY 2004.

Source: calculations from data in Census of Governments and U.S. Department of Commerce

4. Adding public hospital and health spending to public education, highway, and public safety spending, NC ranks first among southeastern states in spending on these functions as a percentage of own spending.

Source: calculations from Census of Governments

5. Reference on impact of different kinds of public expenditures on economic growth:

Jacques Poot, "A Synthesis of Empirical Research on the Impact of Government On Long Run Growth", *Growth and Change*, Fall 2000, pp. 516-546. After analyzing scores of studies, Poot finds a large majority showing education spending having a positive impact on economic growth, a smaller majority showing infrastructure spending having a positive impact on economic growth, and a little more than half showing the tax burden associated with a negative impact on economic growth.